

**DECATUR TOWNSHIP
VAN BUREN COUNTY, MICHIGAN**

FINANCIAL REPORT

YEAR ENDED JUNE 30, 2005

Michigan Department of Treasury
496 (2-04)

MAR 23 2006

Auditing Procedures Report

Issued under P.A. 2 of 1968, as amended.

Local Government Type <input type="checkbox"/> City <input checked="" type="checkbox"/> Township <input type="checkbox"/> Village <input type="checkbox"/> Other		Local Government Name Decatur Township		County Calhoun
Audit Date 6/30/05	Opinion Date 9/8/05	Date Accountant Report Submitted to State: 10/10/05		

We have audited the financial statements of this local unit of government and rendered an opinion on financial statements prepared in accordance with the Statements of the Governmental Accounting Standards Board (GASB) and the *Uniform Reporting Format for Financial Statements for Counties and Local Units of Government in Michigan* by the Michigan Department of Treasury.

We affirm that:

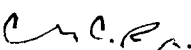
1. We have complied with the *Bulletin for the Audits of Local Units of Government in Michigan* as revised.
2. We are certified public accountants registered to practice in Michigan.

We further affirm the following. "Yes" responses have been disclosed in the financial statements, including the notes, or in the report of comments and recommendations

You must check the applicable box for each item below.

- ☐ Yes ☒ No 1. Certain component units/funds/agencies of the local unit are excluded from the financial statements.
- ☐ Yes ☒ No 2. There are accumulated deficits in one or more of this unit's unreserved fund balances/retained earnings (P.A. 275 of 1980).
- ☐ Yes ☒ No 3. There are instances of non-compliance with the Uniform Accounting and Budgeting Act (P.A. 2 of 1968, as amended).
- ☐ Yes ☒ No 4. The local unit has violated the conditions of either an order issued under the Municipal Finance Act or its requirements, or an order issued under the Emergency Municipal Loan Act.
- ☐ Yes ☒ No 5. The local unit holds deposits/investments which do not comply with statutory requirements. (P.A. 20 of 1943, as amended [MCL 129.91], or P.A. 55 of 1982, as amended [MCL 38.1132]).
- ☐ Yes ☒ No 6. The local unit has been delinquent in distributing tax revenues that were collected for another taxing unit.
- ☐ Yes ☒ No 7. The local unit has violated the Constitutional requirement (Article 9, Section 24) to fund current year earned pension benefits (normal costs) in the current year. If the plan is more than 100% funded and the overfunding credits are more than the normal cost requirement, no contributions are due (paid during the year).
- ☐ Yes ☒ No 8. The local unit uses credit cards and has not adopted an applicable policy as required by P.A. 266 of 1995 (MCL 129.241).
- ☐ Yes ☒ No 9. The local unit has not adopted an investment policy as required by P.A. 196 of 1997 (MCL 129.95).

We have enclosed the following:	Enclosed	To Be Forwarded	Not Required
The letter of comments and recommendations.			✓
Reports on individual federal financial assistance programs (program audits).			✓
Single Audit Reports (ASLGU).			✓

Certified Public Accountant (Firm Name) Charles C. Ross, C.P.A., P.C.			
Street Address 103 Pennsylvania Avenue		City Dowagiac	State MI
Accountant Signature 		ZIP 49047-0058	
		Date 10/10/05	

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VAN BUREN COUNTY, MICHIGAN
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Charles C. Ross, C.P.A., P.C.

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INDEPENDENT AUDITOR'S REPORT

Members of the Township Board
Decatur Township
Van Buren County, Michigan

I have audited the accompanying financial statements of the governmental activities, and each major fund of Decatur Township as of and for the year ended June 30, 2005, which collectively comprise the Townships basic financial statements as listed in the foregoing table of contents. These financial statements are the responsibility of the Township Board of Decatur Township. My responsibility is to express an opinion on these financial statements based on my audit.

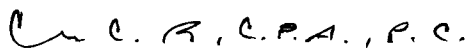
I conducted my audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. I believe that my audit provides a reasonable basis for my opinion.

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position and cash flows where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

As described in Note 1, Decatur Township has implemented a new financial reporting model, as required by Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements and Management's Discussion and Analysis – for State and Local Governments*, as of June 30, 2005.

The management's discussion and analysis information on pages 3 through 5 is not a required part of the basic financial statements but is supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the supplementary information. However, I did not audit the information and express no opinion on it.

My audit was conducted for the purpose of forming an opinion on the general purpose financial statements taken as a whole. The accompanying financial statements listed as supplemental material in the foregoing table of contents is presented for purposes of additional analysis and is not a required part of the financial statements of Decatur Township. The information has been subjected to the audit procedures applied in the audit of the general purpose financial statements and, in my opinion, is fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

 C. C. R., C.P.A., P.C.

Dowagiac, Michigan
September 8, 2005

DECATUR TOWNSHIP

Management's Discussion and Analysis

The Management's Discussion and Analysis report of Decatur Township covers the Township's financial performance during the year ended June 30, 2005.

FINANCIAL HIGHLIGHTS

Our financial status remained stable over the last year. Net assets at June 30, 2005, totaled \$623,280 for governmental activities. Overall total capital assets remained approximately the same.

Overall revenues were \$547,561 from governmental activities. Governmental activities had a \$162,463 increase in net assets.

OVERVIEW OF FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to Decatur Township's basic financial statements. Decatur Township's basic financial statements include the following three components:

1. Government-Wide Financial Statements
2. Fund Financial Statements
3. Notes to the Financial Statements

In addition to the basic financial statements themselves, this report also contains other supplementary information.

1. Government-Wide Financial Statements

The Government-Wide Financial Statements are designed to provide the reader with a broad overview of Decatur Township's finances, in a manner similar to a private-sector business.

- The Statement of Net Assets presents information on all of Decatur Township's assets and liabilities, with the difference between the two reported as net assets. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of Decatur Township is improving or deteriorating.
- The Statement of Activities presents information showing how the Township's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods such as accrued liabilities.

DECATUR TOWNSHIP

Management's Discussion and Analysis

2. Fund Financial Statements

A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Decatur Township, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Decatur Township can be divided into two categories: governmental funds and fiduciary funds.

Governmental Funds

Governmental Funds are used to account for essentially the same functions reported as governmental activities in the Government-Wide Financial Statements. However, unlike the Government-Wide Financial Statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as, on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of Governmental Funds is narrower than that of the Government-Wide Financial Statements, it is useful to compare the information presented for Governmental Funds with similar information presented for governmental activities in the Government-Wide Financial Statements. By doing so, the reader may better understand the long-term impact of the Township's near-term financing decisions. Both the Governmental Fund Balance Sheet and the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances provide a reconciliation to facilitate this comparison between Governmental Funds and Governmental Activities.

Fiduciary Funds

Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the Government-Wide Financial Statements because the resources of those funds are not available to support Decatur Township's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

FINANCIAL ANALYSIS OF THE TOWNSHIP AS A WHOLE

Our cash position in governmental and business-type activities remains stable.

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

The General Fund pays for the most of the Township's governmental services. The most significant are the funding of public safety and general government.

CAPITAL ASSET AND LONG-TERM DEBT ACTIVITY

The investment in capital assets remained approximately the same during the year.

KNOWN FACTORS AFFECTING FUTURE OPERATIONS

DECATUR TOWNSHIP

Management's Discussion and Analysis

The future of state revenue sharing is very uncertain and it represents a significant portion of our income. We continue to grow in taxable values.

CONTACTING THE TOWNSHIP'S MANAGEMENT

This financial report is intended to provide our taxpayers, creditors and investors with a general overview of the Township's finances and to demonstrate the Township's accountability for the revenues it receives. If you have any questions concerning this report, please contact the Township Clerk, Janet Abshagen, P.O. Box 33, Decatur, MI 49045

DECATUR TOWNSHIP

Statement of Net Assets
June 30, 2005

	Governmental Activities
ASSETS	
Cash	\$ 356,133
Investments	-
Receivables	-
Prepaid expenses	8,133
Property and equipment - net	<u>259,014</u>
TOTAL ASSETS	<u>623,280</u>
LIABILITIES	
Accounts payable	<u>-</u>
TOTAL LIABILITIES	<u>-</u>
NET ASSETS	
Invested in capital assets	259,014
Unrestricted	<u>364,266</u>
TOTAL NET ASSETS	<u>\$ 623,280</u>

The accompanying notes are an integral part of these financial statements.

DECATUR TOWNSHIP

Statement of Activities For the Year Ended June 30, 2005

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets
	Expenses	Charges for Services	Operating Grants and Contributions	
Primary Government:				
Governmental Activities				
Legislative	\$ 27,754	\$ -	\$ -	\$ (27,754)
General government	121,077	14,360	-	(106,717)
Public safety	162,875	950	-	(161,925)
Public works	73,392	-	-	(73,392)
Total Governmental Activities	385,098	15,310	-	(369,788)

General revenues:	
Property taxes	373,767
State grants	148,516
Investment income	2,203
Other	7,765
Total General Revenues	532,251
Change in Net Assets	162,463
Net Assets - Beginning of Year	460,817
NET ASSETS - END OF YEAR	\$ 623,280

The accompanying notes are an integral part of these financial statements.

**DECATUR TOWNSHIP
GOVERNMENTAL FUNDS
Balance Sheet
June 30, 2005**

	General Fund	Road Improvement Fund	Total Governmental Funds
ASSETS			
Current Assets			
Cash	\$ 224,122	\$ 132,011	\$ 356,133
Receivables	-	-	-
Prepaid expenses	8,133	-	8,133
Total Current Assets	232,255	132,011	364,266
TOTAL ASSETS	<u>232,255</u>	<u>132,011</u>	<u>364,266</u>
LIABILITIES			
Current Liabilities			
Accounts payable	-	-	-
Total Current Liabilities	-	-	-
TOTAL LIABILITIES	-	-	-
FUND BALANCES			
Unreserved	232,255	132,011	364,266
TOTAL LIABILITIES AND FUND EQUITIES	<u>\$ 232,255</u>	<u>\$ 132,011</u>	

Amounts reported for governmental activities in the statement of net assets are different because:

Capital Assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.

259,014

Net Assets of Governmental Activities

\$ 623,280

The accompanying notes are an integral part of these financial statements.

**DECATUR TOWNSHIP
GOVERNMENTAL FUNDS
Statements of Revenues, Expenditures and Changes in Fund Balance
For the Year Ended June 30, 2005**

	General Fund	Road Improvement Fund	Total
REVENUES:			
Taxes	\$ 241,971	\$ 131,796	\$ 373,767
License and permits	950	-	950
State grants	148,516	-	148,516
Charges for services	14,360	-	14,360
Interest and rentals	1,988	215	2,203
Other	7,765	-	7,765
TOTAL REVENUES	<u>415,550</u>	<u>132,011</u>	<u>547,561</u>
EXPENDITURES			
Current			
Legislative	27,754	-	27,754
General government	121,077	-	121,077
Public safety	162,875	-	162,875
Public works	73,392	-	73,392
Capital outlay	-	-	-
TOTAL EXPENDITURES	<u>385,098</u>	<u>-</u>	<u>385,098</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	30,452	132,011	162,463
OTHER FINANCING SOURCES AND (USES)			
Operating transfers	-	-	-
Net Change in Fund Balances	30,452	132,011	162,463
FUND BALANCE, beginning of year	<u>201,803</u>	<u>-</u>	<u>201,803</u>
FUND BALANCE, end of year	<u><u>\$ 232,255</u></u>	<u><u>\$ 132,011</u></u>	<u><u>\$ 364,266</u></u>

The accompanying notes are an integral part of these financial statements.

**DECATUR TOWNSHIP
GOVERNMENTAL FUNDS
Reconciliation of the Statement of Revenues, Expenditures, and Changes in
Fund Balances of Governmental Funds to the Statement of Activities
For the Year Ended June 30, 2005**

Net Change in Fund Balances - Total Governmental Funds	\$ 162,463
Governmental Funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which depreciation expense exceeded capital outlays in the current period.	<u>(14,185)</u>
Change in Net Assets of Governmental Activities	<u>\$ 148,278</u>

The accompanying notes are an integral part of these financial statements.

**DECATUR TOWNSHIP
FIDUCIARY FUNDS
Statement of Fiduciary Assets and Liabilities
June 30, 2005**

ASSETS
Cash

\$ -

LIABILITIES
Due to other governmental units

\$ -

The accompanying notes are an integral part of these financial statements.

DECATUR TOWNSHIP
Notes to Financial Statements
June 30, 2005

NOTE A - SUMMARY OF ACCOUNTING POLICIES

The Township was organized in 1837 and covers an area of approximately 36 square miles. The Township operates under an elected Board of Trustees (five members) and provides services to its more than 3,600 residents in areas including public safety, public works, and community enrichment and development.

The accounting methods and procedures adopted by Decatur Township, Michigan, conform to accounting principles generally accepted in the United States of America as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant governmental accounting policies are described below:

1. The Reporting Entity

The Township has adopted the position of the Governmental Accounting Standards Board regarding the definition of "reporting entity". The basic criteria for including a governmental organization in a governmental unit's general purpose financial report is the exercise of oversight responsibility over the governmental organization unit's elected officials. The manifestations of such oversight responsibility are financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters.

There are no entities over which the Township exercises oversight responsibility.

This report does not include the financial statements of the Decatur-Hamilton Joint Fire Boards which operates autonomously under an intergovernmental services agreement.

2. Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e. the statements of net assets and the statement of changes in net assets) report information on all of the nonfiduciary activities of the primary government of the Township. For the most part, the effect of interfund activities has been removed from these statements. Governmental activities, which are normally supported by taxes and intergovernmental revenues, are reported separately from business type activities, which rely to a significant extent on fees and charges for services.

The statement of activities demonstrates the degree to which the direct expenses of a function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual funds are reported as separate columns in the fund financial statements.

3 Measurement Focus, Basis of Accounting, and Financial Statement Presentation

DECATUR TOWNSHIP
Notes to Financial Statements
June 30, 2005

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. In the individual fund statements and schedules, the proprietary funds and fiduciary fund financial statements are also reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Government fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. The Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures and compensated absences, and claims and judgments are recorded only when payment is due.

Property taxes, franchise fees, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when cash is received by the Township.

Decatur Township reports the following major governmental funds:

The **General Fund** is the Townships primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The **Road Improvement Fund** is used to account for the Township's road improvement activities funded by special tax monies.

Additionally, Decatur Township reports the following fund type:

The **Agency Funds** are used to collect and distribute Van Buren County, Decatur Public schools, Van Buren County Intermediate School District and other property tax monies.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private sector guidance for their business-type activities and enterprise funds, subject to the same limitations. The Township has elected not to follow subsequent private-sector guidance.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services or privileges provided, 2) operating grants and contributions, including special assessments. All taxes are reported as general taxes.

DECATUR TOWNSHIP
Notes to Financial Statements
June 30, 2005

All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first. Unrestricted resources are used as they are needed.

4. Budgets and Budgetary Accounting

The Township follows these procedures in establishing the budgetary data reflected in the financial statements:

The Uniform Budgeting Act (P.A. 621 of 1978) of the State of Michigan requires that all governmental fund types annually adopt balanced budgets and the modified accrual basis of accounting.

Budgets for the governmental fund types are adopted on the modified accrual basis. This is consistent with generally accepted accounting principles.

During June, the Township clerk submits to the Township Board a proposed operating budget for the fiscal year commencing the following July 1. The operating budget includes proposed expenditures and the means of financing them.

Public hearings are conducted by the Township Board to obtain taxpayers' comments.

In June, the budget is legally enacted through passage of a resolution.

5. Property and Equipment

Capital assets, which include property, plant, and equipment, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by Decatur Township as assets with individual cost of more than \$1,000 and an estimated useful life in excess of two years.

All capital assets are valued at historical cost or estimated historical cost if actual cost is not available. Donated capital assets are recorded at estimated fair market value on the date of donation.

The cost of normal maintenance and repairs that do not add to the value of the assets or materially extend assets lives are not capitalized.

Depreciation of all exhaustible capital assets used is charged as an expense against their operations in government-wide statements and all proprietary financial statements. Accumulated depreciation is reported on government-wide and proprietary statements of net assets. The straight-line depreciation method is applied over the estimated useful lives of the fixed assets.

The straight-line depreciation method is used for all depreciable capital assets. The estimated useful lives for capital assets are displayed in the table below:

<u>Asset Class</u>	<u>Depreciable Life</u>
Land	N/A
Buildings	40 years
Equipment	5 – 10 years
Vehicles	5 – 15 years

DECATUR TOWNSHIP
Notes to Financial Statements
June 30, 2005

6. Revenue Recognition - Property Taxes

The Township acts as a property tax filing and collection agent for the Township, the County, and certain school districts. These taxes are billed on December 1 and are due without penalty on February 14. The School Districts, the Counties, and the Township are paid weekly their proportionate share as taxes are received.

The Township's uncollected property taxes are recorded as assets in the General Fund of the Township. Property taxes that are not collected within sixty days of the end of the fiscal year are treated as deferred revenue.

NOTE B - CASH AND INVESTMENTS

Cash-

Decatur Township's policy is to invest excess cash in certificates of deposit and savings accounts with an area bank. The carrying amount of deposits are displayed on the balance sheets as "Cash". At year end, the carrying amount of the Township's deposits was \$356,133 and the bank balance was \$409,830. Of the bank balance, \$175,000 was insured by the Federal Deposit Insurance Corp. (FDIC) insurance program, the remaining \$234,830 of deposits are uninsured.

Investments-

State statutes authorize the Township to invest in obligations of the U.S. Treasury, agencies and instrumentalities; commercial paper within the three (3) highest rate classifications by at least two (2) rating services, maturing not later than 270 days; repurchase agreements, collateralized by U.S. Government securities; banker's acceptance; and mutual funds. Not more than 50% of any fund may be invested in commercial paper.

NOTE C - ACCOUNT WITH VAN BUREN COUNTY ROAD COMMISSION

The Van Buren County Road Commission does substantially all road improvements for Decatur Township. The funding of such projects is provided by Township and County residents. All disbursements to the Road Commission by the Township are included in the general purpose financial statements as an expenditure at the time of disbursement. Accordingly, a portion of the disbursement may represent an advance of road improvement funds before such project is begun or completed by the Road Commission.

NOTE D - GENERAL FIXED ASSETS ACCOUNT GROUP

The following is a summary of changes in the general fixed assets account group.

DECATUR TOWNSHIP
Notes to Financial Statements
June 30, 2005

	July 1, <u>2004</u>	<u>Additions</u>	<u>Deletions</u>	June 30, <u>2005</u>
Land	\$ 25,690	-	-	\$ 25,690
Buildings	169,701	-	-	169,701
Equipment	63,623	-	-	63,623
	<u>\$ 259,014</u>	<u>-</u>	<u>-</u>	<u>\$ 259,014</u>

NOTE E – BENEFIT PLAN

Vacation and sick pay are expensed when paid and do not accumulate beyond the current year. The Township does not maintain a retirement plan for its employees, most of whom are part-time.

NOTE F – RISK MANAGEMENT AND LITIGATION

The Township is exposed to various losses related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. This year, as in past years, the Township has effectively managed risk through the purchase of commercial insurance policies.

The Township Attorney estimates that the amount of actual or potential claims against the Township as of June 30, 2005, will not materially affect the financial condition of the Township. Therefore, the General Fund contains no provision for, and the General Long-Term Debt Account Group does not present estimated claims.

**DECATUR TOWNSHIP
GENERAL FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2005**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES:				
Taxes	\$ 216,100	\$ 216,100	\$ 241,971	\$ 25,871
License and permits	2,000	2,000	950	(1,050)
State grants	150,000	150,000	148,516	(1,484)
Charges for services	8,500	8,500	14,360	5,860
Interest and rentals	2,000	2,000	1,988	(12)
Other	8,800	8,800	7,765	(1,035)
TOTAL REVENUES	387,400	387,400	415,550	28,150
EXPENDITURES				
Legislative				
Township Board	42,800	42,900	27,754	15,146
General Government				
Board of Review	1,050	1,050	1,050	-
Supervisor	46,294	40,294	34,594	5,700
Clerk - election	11,200	11,200	7,296	3,904
Clerk	17,640	17,640	16,936	704
Treasurer	21,270	21,270	18,279	2,991
Cemetery	10,300	10,300	6,868	3,432
Township Hall	39,240	39,240	36,054	3,186
	146,994	140,994	121,077	19,917
Public safety				
Inspections and zoning	11,650	11,650	3,282	8,368
Constable	15,000	15,000	8,622	6,378
Fire prevention	142,500	151,300	150,971	329
	169,150	177,950	162,875	15,075
Public works				
Drains	7,500	7,500	6,346	1,154
Sanitary landfill	2,000	3,100	3,050	50
Road construction	72,500	72,500	63,996	8,504
	82,000	83,100	73,392	9,708
Capital outlay	16,000	12,000	-	12,000
Total Expenditures	456,944	456,944	385,098	71,846
Net Change in Fund Balance	(69,544)	(69,544)	30,452	99,996
Fund Balance - Beginning	201,803	201,803	201,803	-
Fund Balance - Ending	\$ 132,259	\$ 132,259	\$ 232,255	\$ 99,996

The accompanying notes are an integral part of these financial statements.

**DECATUR TOWNSHIP
ROAD IMPROVEMENT FUND
Statement of Revenues, Expenditures, and
Changes in Fund Balances - Budget and Actual
For the Year Ended June 30, 2005**

	Budgeted Amounts			Variance with
	Original	Final	Actual	Final Budget
REVENUES				
Intergovernmental	\$ -	\$ -	\$ 12,525	\$ 12,525
Interest	-	-	429	429
Other	-	-	9,168	9,168
TOTAL REVENUES	-	-	22,122	22,122
EXPENDITURES				
Public Safety	103,675	103,675	60,580	43,095
Operating transfers	(40,000)	(40,000)	(31,000)	9,000
Total Expenditures	63,675	63,675	29,580	52,095
Net Change in Fund Balance	(63,675)	(63,675)	(7,458)	(29,973)
Fund Balance - Beginning	30,144	30,144	30,144	-
Fund Balance - Ending	<u>\$ (33,531)</u>	<u>\$ (33,531)</u>	<u>\$ 22,686</u>	<u>\$ (29,973)</u>

The accompanying notes are an integral part of these financial statements.